GOVERNMENT OF INDIA
FINANCE
LOK SABHA

STARRED QUESTION NO:435
ANSWERED ON:25.08.2006
ASSETS OF DEFAULTING ORGANISATIONS
Jagannath Dr. M.

Will the Minister of FINANCE be pleased to state:

(a) whether banks are insisting on attaching the brands of defaulting organisations alongwith the secured assets;

(b) if so, the details thereof;

(c) whether any directions/clarifications have been issued by the Reserve Bank of India in this regard; and

(d) if so, the details thereof ?

Answer

MINISTR OF THE STATE IN THE MINISTRY OF FINANCE (SHRI P.CHIDAMBARAM)

(a) to (d):- A statement is laid on the Table of the House.

STATEMENT FOR LOK SABHA STARRED QUESTION NO.435 FOR 25th AUGUST, 2006 REGARDING ASSETS OF DEFAULTING ORGANISATIONS,TABLED BY DR. M. JAGANNATH.

(a)&(b) :- No, Sir. However, the bank concerned may take steps to attach the brand(s) of the defaulting borrower if its/their value is significant compared to the outstanding dues of the borrower and the primary/collateral security available with the bank

(c) :- No, Sir.

(d) :- Does not arise.